

**5/22/78**

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# WITHDRAWAL SHEET (PRESIDENTIAL LIBRARIES)

FORM OF DOCUMENT	CORRESPONDENTS OR TITLE	DATE	RESTRICTION
Memo	Schlesinger to Pres. Carter, w/attachments 4 pp., re:Mexican Energy	5/19/78	A
Telegram	<del>Brzezinski to Pres. Carter, w/attachments 3 pp.,</del> <del>re:Aircraft to Indonesia</del> <i>opened per RAC NLC-126-12-29-1-6,</i> <i>4/17/13</i>	5/22/78	A

## FILE LOCATION

Carter Presidential Papers-Staff Offices, Office of Staff Sec.-Presidential  
Handwriting File 5/22/78 Box 86

## RESTRICTION CODES

- (A) Closed by Executive Order 12356 governing access to national security information.
- (B) Closed by statute or by the agency which originated the document.
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Last Day - Friday, May 26, 1978

THE WHITE HOUSE  
WASHINGTON

*Stu - Within bounds  
of important laws,  
tell Ray not to  
waste this money*

MEMORANDUM FOR: THE PRESIDENT  
FROM: STU EIZENSTAT *Stu*  
SUBJECT: Enrolled Bill H.J. Res. 873  
Urgent Supplemental Appropriation  
for the SBA and other purposes *J*

Although the last day for action is not until Friday, May 26, since new loan approvals under SBA's disaster loan program will be held up until signature, we recommend that you sign it immediately.

THE BILL

The enrolled resolution appropriates \$821,180,000 in supplemental 1978 budget authority for the SBA, Department of Labor and the Legislative Branch.

You requested \$758 million that is included in the bill to enable the SBA to meet additional disaster loan requirements. Not requested is \$63 million appropriated for the Labor Department's summer youth program. Labor, CEA and OMB all agree that this additional money is unnecessary as it will fund approximately 285,000 more jobs than will be required for this program. Also included in the resolution are the traditional gratuities of one year's salary to the widows of the late Senators Humphrey, McClellan and Metcalf.

The bill will increase 1978 budget authority by \$63 million and outlays \$61 million.

VOTES IN CONGRESS

House: 346-23  
Senate: Voice Vote

AGENCY AND STAFF RECOMMENDATIONS

OMB and the affected agencies recommend that you sign the bill because the SBA urgently needs additional disaster funds. OMB also recommends that you issue a signing statement registering your disapproval of the additional summer youth appropriation. A signing statement, cleared by Jim Fallows, is attached for your use.

All senior staff agree that the bill should be signed. However, youth unemployment is a politically popular issue and a major

MR. PRESIDENT -

MRS. HOWARD BAKER (JOY) HAS BEEN IN THE  
HOSPITAL FOR AN INTESTINAL BLOCKAGE.

SHE IS EXPECTED TO BE WELL ENOUGH TO JOIN  
AIR FORCE ONE FOR TRAVEL BACK TO WASHINGTON.

FRAN

A handwritten signature in black ink, appearing to be 'fran' in a cursive, lowercase style.

*MR. President -*  
*FYE. On questions on this I said simply that "The President's*  
*view on the issue of restrictions remains as he has previously expressed it."*  
 AM-YOUNG 5-21

WASHINGTON (UPI) -- U.N. AMBASSADOR ANDREW YOUNG, DESPITE ADMINISTRATION CLAIMS TO THE CONTRARY, SAID SUNDAY CONGRESSIONAL RESTRICTIONS DO NOT SLOW U.S. ASSISTANCE TO ZAIRE AND OTHER NATIONS FIGHTING COMMUNIST-TRAINED TROOPS IN AFRICA.

"I DON'T BELIEVE THE PRESIDENT'S HANDS ARE TIED," YOUNG TOLD INTERVIEWERS ON CBS "FACE THE NATION."

ASKED IF HE FAVORED REPEAL OF THE CLARK AMENDMENT RESTRICTING COVERT U.S. ACTIVITIES IN ANGOLA, YOUNG REPLIED, "I THINK THERE'S ENOUGH SUPPORT OF THE PRESIDENT IN THIS COUNTRY AND THE CONGRESS FOR US TO OPENLY DO ANYTHING WE WANT TO DO IN AFRICA."

CARTER COMPLAINED TO CONGRESSIONAL LEADERS LAST WEEK THAT RESTRICTIONS ON EMERGENCY U.S. ASSISTANCE TO FOREIGN COUNTRIES BRIDLED THE ADMINISTRATION'S ABILITY TO QUICKLY HELP NATIONS SUCH AS ZAIRE, UNDER ATTACK BY KATANGESE REBELS.

THE WAR POWERS ACT PASSED IN 1973 OVER RICHARD NIXON'S VETO REQUIRES A PRESIDENT TO NOTIFY CONGRESS WITHIN 48 HOURS OF SENDING U.S. TROOPS ABROAD AND RESTRICTS THE COMMITMENT TO 60 DAYS WITHOUT CONGRESSIONAL APPROVAL. ANOTHER RESTRICTION AUTHORED BY SEN. DICK CLARK, D-IOWA, BARS DIRECT OR COVERT U.S. ASSISTANCE OR INVOLVEMENT IN ANGOLA WITHOUT CONGRESSIONAL APPROVAL.

YOUNG, AS HE HAS IN THE PAST, PLAYED DOWN THE THREAT OF COMMUNIST ASSISTANCE TO NATIONS IN AFRICA, AND SAID QUICK ACTION BY THE UNITED STATES WAS NOT ALWAYS ADVANTAGEOUS. CHINA HELPED TANZANIA BUILD A RAILROAD 10 YEARS AGO AND TODAY U.S. RELATIONS WITH THE EAST AFRICAN NATION HAVE NEVER BEEN BETTER, HE SAID.

"WE HAVE TO BE VERY CAREFUL IN DETERMINING WHAT IS OF STRATEGIC SIGNIFICANCE IN AFRICA. AND I THINK THE SLOWNESS TO RESPOND (TO CUBAN OR SOVIET INVOLVEMENT) IS VERY MUCH IN OUR FAVOR."

ALTHOUGH THE ADMINISTRATION IS STUDYING THE POSSIBILITY OF SEEKING RELAXATION OF SOME RESTRICTIONS ON U.S. ASSISTANCE OVERSEAS, YOUNG SAID THE PRESIDENT "HAS FELT THAT THE THINGS WE'VE BEEN ABLE TO DO AND THE THINGS WE'VE DONE IN THE HORN OF AFRICA AND IN THE PRESENT SITUATION IN ZAIRE HAVE BEEN RIGHT."

"I THINK IF HE HAS A DESIRE TO DO ANYMORE THAN WE ARE PRESENTLY DOING, I THINK HE CAN GET THE SUPPORT FROM CONGRESS TO DO IT."

YOUNG, WHO ONCE SAID CUBAN TROOPS IN AFRICA WERE A STABILIZING FORCE, SAID "IN SO FAR AS THEY ATTEMPT TO SOLVE THE PROBLEMS OF AFRICA MILITARILY, THEY ARE DEFINITELY A DESTRUCTIVE FORCE."

BUT HE URGED A "STEADY, QUIET APPROACH" TO COMMUNIST-LED INSURGENCIES IN AFRICA. NO ONE HAD HEARD OF THE OGADEN REGION ON THE HORN OF AFRICA UNTIL CUBANS BEGAN HELPING THE ETHIOPIANS, YOUNG SAID.

"AND THEN ALL OF A SUDDEN BECAUSE CUBANS DECIDE TO GO THERE, WE BUILD UP THIS EMOTIONAL ATTITUDE AND DECIDE THERE IS THIS ENORMOUS STRATEGIC SIGNIFICANCE IN A THOUSAND MILES OF SAND. THAT'S RIDICULOUS."

AMERICANS VIEW AFRICA AS THOUGH IT WERE EUROPE "WHERE EVERY MILE OF TERRITORY ASSUMES SOME STRATEGIC SIGNIFICANCE," YOUNG SAID.

YOUNG REJECTED LINKING SOVIET-CUBAN INVOLVEMENT IN AFRICA TO THE STRATEGIC ARMS LIMITATION TREATY TALKS.

"I DON'T THINK IT'S IN OUR NATIONAL INTEREST ... TO MAKE A LINKAGE WHICH WOULD REQUIRE US NOT TO SIGN A STRATEGIC ARMS LIMITATION TREATY," YOUNG SAID.

"I WOULD BE VERY CONCERNED TO KEEP RELATIONS WITH THE SOVIETS ON AS REASONABLE ... A BASIS AS POSSIBLE," HE SAID.

"I THINK WE DETERMINE THE CLIMATE. I THINK IT'S IMPORTANT FOR GOVERNMENTS TO RESPOND TO THEIR OWN NATIONAL INTERESTS RATIONALLY ...

OPENING STATEMENT  
OAK RIDGE ROUNDTABLE



I'm pleased to be here today at a place that has been such an important part of our country's nuclear program for so many years. The work you have done in uranium enrichment, for example, has been fundamental for the development of our nuclear arsenal, our naval fleet, and for many peaceful uses of atomic power.

I think most Americans realize that you have a breathtakingly high degree of expertise and professionalism at Oak Ridge. For my generation, the words "Oak Ridge" are synonymous with the dedicated pursuit of scientific inquiry in the highest national interest. What some people don't yet realize, perhaps, is the variety of things you do here: the degree to which all this diverse brain-power and know-how tucked away in the hills of East Tennessee is working on a whole range of energy problems

that are vitally important to every American. Safe and environmentally sound nuclear power is the best-known part of your work, but it is only one. Your activities on coal combustion, for example, are the kind of high technology research that the Nation increasingly needs to meet its energy needs. A lot of our country's hopes for the future are riding right here in Oak Ridge.

And I don't mean to leave the impression that all those hopes are connected with improving our domestic energy picture. We live in a world that is becoming more interdependent every day. The plain economic reality is that we will continue to need raw materials -- minerals, energy supplies -- and other goods from other nations. As a result we will need to maintain our competitive advantage in the things we do best ourselves. At the top of that list, right along side agriculture, is technological

innovation. This is the base of our export economy.

The commercial fruits of our innovative technology --

the computers, the aircraft, the intricate energy

technologies that you are working on at Oak Ridge --

are absolutely vital. They create jobs. They earn foreign

exchange and improve our balance of payments. They are

part of a healthy and growing economy.

And -- this is the point that too often gets overlooked -- they depend on a vigorous and effective program of basic research. For almost all the past decade, the Federal government fell down on its obligation to support basic research. I've tried to change that. My Fiscal 1979 Budget commitment, adjusted for inflation, raises the level of support for basic research to an all-time high. This is a promise of real growth. It will improve the quality of scientific equipment in research centers like Oak Ridge;

it will enhance the job prospects for young scientists and engineers. Much of our continuing strength as a Nation depends upon our ability to sustain the scientific vitality and creativity that has characterized America throughout her history, and which Oak Ridge so compellingly symbolizes. I am deeply committed to that.

I am looking forward to (have greatly enjoyed) my visit to Oak Ridge. It will be (has been) an education for me. And this Roundtable discussion will give me the opportunity to get your views on what we are doing well, and what we could perhaps do better, in the program you are involved in every day. So let's begin.

# # #

THE WHITE HOUSE  
WASHINGTON

5/19/78

rick/bill--

this was in my briefcase  
from the last trip....sorry

-- susan

~~SECRET~~

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FM THE SITUATION ROOM

TO SUSAN CLOUGH FOR THE PRESIDENT

ZEM

~~SECRET~~ WH50635

MEMORANDUM FOR: THE PRESIDENT

DECLASSIFIED

Per, Rac Project

ESDN: NLC-12C-12-29-1-6

EX 125 NARA DATE 4/16/13

FROM: ZBIGNIEW BRZEZINSKI

SUBJECT: THE VICE PRESIDENT'S CABLE TO YOU  
ON A-4 AIRCRAFT TO INDONESIA

I RECOMMEND YOU APPROVE THE DISCRETIONARY AUTHORITY CONCERNING A-4'S TO INDONESIA REQUESTED BY THE VICE PRESIDENT IN THE ATTACHED CABLE TO YOU. STATE AND DOD CONCUR, BUT STATE URGES THAT WE SEEK A STATEMENT FROM THE INDONESIANS ON THE CIRCUMSTANCES UNDER WHICH THEY ENVISION THE PLANES WOULD BE USED, IN PARTICULAR CONCERNING EAST TIMOR. I AGREE WITH STATE.

SINCE THE ITEM IS URGENT, PERHAPS SUSAN COULD TELEPHONE ME WITH YOUR RESPONSE.

APPROVE-----

DISAPPROVE-----

FROM: THE VICE PRESIDENT

TO: THE PRESIDENT

I BELIEVE I HAVE A REASONABLE PROSPECT OF ADVANCING OUR BASIC HUMAN RIGHTS CONCERNS HERE IN INDONESIA IF I CAN BE RESPONSIVE TO THEIR VERY DEEP SECURITY CONCERNS--IN PARTICULAR, THEIR DESIRE TO PURCHASE A SQUADRON OF A-4 AIRCRAFT.

IN RESPONSE TO MY MEMO ON THIS ISSUE BEFORE MY DEPARTURE, YOU INDICATED THAT YOU FAVORED A "HALF YES"--THAT WE WOULD FAVORABLY CONSIDER THE SALE, BUT LINK FINAL APPROVAL TO HUMAN RIGHTS PROGRESS. I BELIEVE THE FOLLOWING APPROACH WOULD BE CONSISTENT WITH THE THRUST OF YOUR DECISION, BUT HAVE MORE IMPACT IN PAVING THE WAY FOR A POSITIVE RESPONSE BY THE INDONESIANS ON OUR HUMAN RIGHTS CONCERNS.

I WOULD AGREE IN PRINCIPLE TO THE \$10 MILLION SALE, BUT I WOULD NOT COMMIT US TO THE EQUIVALENT INCREASE IN FMS CREDIT THE INDONESIANS NEED TO MAKE THE PURCHASE. I WOULD ALSO MAKE CLEAR THAT THE POSSIBILITY

OF INCREASED FMS, INVOLVING AS IT DOES CONGRESSIONAL ACTION, WOULD BE AFFECTED BY POSITIVE ACTION ON THE HUMAN RIGHTS FRONT--IN PARTICULAR, ACCELERATION OF RELEASE OF POLITICAL PRISONERS AND ADMISSION OF CATHOLIC RELIEF AGENCIES INTO TIMOR. SUCH AN APPROACH WOULD PERMIT ME TO EXPLOIT A FORTHCOMING ATTITUDE ON THEIR SECURITY CONCERNS, BUT MAKE CLEAR THAT THE PRACTICAL STEPS REQUIRED TO CONSUMMATE THE SALE--INCREASED FMS CREDIT--DEPENDS ON THEIR MOVEMENT IN THE HUMAN

~~SECRET~~

RIGHTS AREA.

I AM DEEPLY CONCERNED THAT, WITHOUT THE FLEXIBILITY TO MAKE SUCH A POSITIVE GESTURE IN PRINCIPLE, THIS COULD PROVE TO BE A VERY SOUR VISIT.

INDONESIA IS, STRATEGICALLY, PERHAPS THE MOST IMPORTANT NATION IN THIS AREA, BUT FRANKLY, I HAVE LITTLE THAT IS CONCRETE TO RESPOND TO EITHER THEIR ECONOMIC OR SECURITY CONCERNS.

THE A-4 SALE IS OF GREAT INTEREST TO THEM, BUT WE SHOULD NOT EXAGGERATE ITS MAGNITUDE FROM OUR STANDPOINT. IT DOES NOT INTRODUCE A NEW TECHNOLOGICAL LEVEL OF AIRCRAFT INTO THE REGION, INDEED THE A-4 ARE INFERIOR TO THE F-5'S AND ARE A LOW COST ALTERNATIVE FOR THE INDONESIANS, WHO UNDERSTANDABLY ARE ANXIOUS TO REPLACE THEIR VERY OLD F-86 AIRCRAFT.

I BELIEVE WE MADE PROGRESS IN THE PHILIPPINES AND THAILAND ON BOTH SECURITY AND HUMAN RIGHTS AND I BELIEVE IT IS IMPORTANT TO OUR OVERALL INTERESTS IN THE REGION TO TAKE THE NECESSARY STEPS TO MOVE FORWARD WITH INDONESIA AS WELL.

I THEREFORE REQUEST AUTHORITY TO USE MY DISCRETION TO PROCEED ALONG THE ABOVE LINES.

0559

#3643

NNNN

PRESIDENT JIMMY CARTER

KNOXVILLE CIVIC CENTER

MAY 22, 1973

SEN BAKER, SASSER =

GOV BLANTON = CONG ALLEN, DUNCAN, FORD,

GORE, JONES, LLOYD, = SEC SCHLESINGER

MAYOR TYREE, MAYOR BISELL

SPEAKER McWHARTER

CHAMN RED WAGNER, JANE FREEMAN

IN 1933, AFTER 16 YEARS OF DEBATE, THE CONGRESS

CREATED THE TENNESSEE VALLEY AUTHORITY.

AT THAT TIME, IN THIS REGION AND THROUGHOUT THE SOUTH,  
THERE EXISTED A DEPRESSION OF OUR ECONOMY AND OF OUR SPIRIT.

OUR INCOME WAS EXTREMELY LOW, .... OUR SOIL WAS ERODING  
RAPIDLY, .... OUR FORESTS WERE BEING EXCESSIVELY EXPLOITED, ....  
RICH MINERAL RESOURCES WERE LYING BURIED AND UNDEVELOPED, ....  
AND OUR USE OF ENERGY RESOURCES WAS STILL IN A RELATIVELY  
PRIMITIVE STAGE.

T.V.A. BEGAN TO CHANGE ALL OF THAT.

--DAMS WERE BUILT TO CONTROL . . .

DAMS WERE BUILT TO CONTROL FLOODS AND TO GENERATE  
BADLY-NEEDED ELECTRICITY.

FORESTS WERE REPLANTED, CONSERVATION WAS ENCOURAGED,  
SOIL EROSION WAS CONTROLLED, AND GOOD AND CHEAP SOIL  
FERTILIZERS WERE DEVELOPED AND DISTRIBUTED.

FARMERS AND MANUFACTURERS WERE ENCOURAGED TO USE THE  
RICH NATURAL RESOURCES OF THE TENNESSEE VALLEY, AND TO USE  
THEM WISELY.

THE T.V.A. PROGRAM WAS SOUND AND INNOVATIVE AND SET  
A FINE PATTERN FOR CHANGE WHICH HAS BENEFITTED THE WHOLE NATION.

I AM VERY PLEASED TO MEET WITH YOU TODAY, BECAUSE  
I HAVE LONG ADMIRERD THE WORK OF THE TENNESSEE VALLEY AUTHORITY.

T.V.A. HAS CHANGED THE LIVES OF MILLIONS OF SOUTHERNERS.

THOSE OF US WHO GREW UP ON FARMS IN THE RURAL SOUTH SAW FIRST-HAND THE DRAMATIC IMPROVEMENTS IN LIFE THAT CAME WHEN ELECTRICITY REPLACED KEROSENE LANTERNS AND A LOT OF BACK-BREAKING WORK WHICH BOUND OUR LIVES ALMOST EXCLUSIVELY TO DUTIES WITHIN OUR OWN HOME OR A SMALL FARM.

T.V.A. PIONEERED IN CREATING RURAL COOPERATIVES THAT BROUGHT THE BENEFITS OF ELECTRICITY TO FARMS ALL OVER THE NATION AND GAVE US A NEW FREEDOM AND NEW INTERESTS IN A BROADER AND BETTER WORLD.

I'VE COME BECAUSE I WANT TO ACKNOWLEDGE THE FINE WORK T.V.A. HAS DONE,....TO PLEDGE YOU MY SUPPORT,..... AND TO ASK FOR YOUR HELP IN THE EXPANDED ROLE I SEE FOR T.V.A. IN THE YEARS AHEAD.

--THE T.V.A. HAS A UNIQUE . . .

THE T.V.A. HAS A UNIQUE REQUIREMENT THAT MEMBERS OF  
THE AGENCY'S BOARD OF DIRECTORS BE PEOPLE WHO BELIEVE IN THE  
BASIC PURPOSES FOR WHICH T.V.A. WAS ESTABLISHED.

THROUGH THE YEARS T.V.A. HAS BEEN LED BY OUTSTANDING  
PEOPLE WHO HAVE MEASURED UP TO THAT STANDARD WELL.

CHAIRMAN WAGNER'S ILLUSTRIOUS 44-YEAR CAREER PERSONIFIES  
T.V.A.'S SUCCESS STORY.

I AM DETERMINED TO APPOINT PEOPLE TO THE BOARD WHO WILL  
CONTINUE STRONG LEADERSHIP FOR T.V.A.

I KNOW THAT DAVE FREEMAN, AS A NATIVE OF THE VALLEY,  
SHARES THIS DEDICATION.

HE CUT HIS TEETH AS AN ENGINEER AT T.V.A., HE CAME BACK  
HERE AGAIN AS A LAWYER, AND HIS THINKING HAS BEEN IN THE  
FOREFRONT OF RAISING OUR NATIONAL CONSCIOUSNESS ABOUT HOW TO  
USE ENERGY WISELY AND WELL.

HE IS GOING TO MAKE AN OUTSTANDING CHAIRMAN.

I WILL SOON SEND THE NAMES OF OTHER BOARD MEMBERS  
TO THE CONGRESS FOR CONFIRMATION.

T.V.A. HAS A LONG HISTORY OF CARRYING OUT DIFFICULT  
ASSIGNMENTS.

WE IN THIS COUNTRY ARE NOW FACING PROBLEMS OF ENERGY  
PRODUCTION AND CONSERVATION, AND THE PROPER USE OF NATURAL  
RESOURCES WHICH T.V.A. IS UNIQUELY SUITED TO HELP SOLVE.

IN FACT, IF THE U.S. GOVERNMENT DIDN'T ALREADY HAVE A  
T.V.A., I WOULD BE FIGHTING TO CREATE ONE AS PART OF MY  
ENERGY PROGRAM.

T.V.A. HAS THAT RARE COMBINATION OF SKILLS NEEDED  
TO PERFECT NEW ENERGY SYSTEMS.

--ITS POWER PEOPLE CAN WORK . . .

ITS POWER PEOPLE CAN WORK SHOULDER-TO-SHOULDER WITH  
ITS EXPERTS IN BIOLOGY, COMMUNITY DEVELOPMENT, POLLUTION  
CONTROL, LAND-USE, AND OTHER FIELDS NECESSARY TO CARRY OUT  
ENERGY DEMONSTRATIONS THAT WILL AGAIN SET STANDARDS OF  
EXCELLENCE FOR THE NATION.

YOU ARE BUILDING NUCLEAR POWER PLANTS AS SAFELY AND  
ECONOMICALLY AS IS HUMANLY POSSIBLE AND SETTING A GOOD  
EXAMPLE FOR THE NATION BY MINIMIZING ANY ADVERSE IMPACTS FROM  
THE CONSTRUCTION.

YOU ARE DEMONSTRATING THAT A GOVERNMENT AGENCY CAN  
OPERATE EFFICIENTLY AND COST-EFFECTIVELY.

IN ALMOST EVERY PHASE OF ELECTRIC SERVICE, YOUR  
OPERATING COSTS FOR ELECTRIC POWER COMPARE FAVORABLY WITH  
THE AVERAGE COSTS OF PRIVATE POWER COMPANIES NATIONWIDE.

AS A RESULT, TENNESSEE STILL HAS THE LOWEST HOME  
ELECTRIC RATES OF ANY STATE EAST OF THE ROCKY MOUNTAINS.

I KNOW IT IS FRUSTRATING TO SEE COSTS INCREASE IN  
SPITE OF YOUR BEST EFFORTS.

I APPLAUD THE HARD LINE THE T.V.A. BOARD HAS RECENTLY  
TAKEN TO HOLD DOWN RATE INCREASES, WHEN THEY REDUCED A  
RECOMMENDED RATE INCREASE BY NEARLY ONE-THIRD.

BUT I EXPECT THE T.V.A., AND ALL AMERICANS, TO DO MORE.  
INFLATION IS THE NATION'S NUMBER ONE ECONOMIC PROBLEM,  
AND WHILE I REALIZE THAT T.V.A. MUST PAY ITS INCREASING  
BILLS FOR FUEL, LABOR, AND MATERIALS,....THAT IS ALL THE  
MORE REASON TO REDOUBLE YOUR EFFORTS TO COMBAT INFLATION.

--TWENTY YEARS AGO, . . .

TWENTY YEARS AGO, T.V.A. HELPED TO EXPOSE A  
PRICE-FIXING CONSPIRACY IN ORDER TO MAINTAIN COMPETITION  
IN THE ELECTRICAL EQUIPMENT FIELD.

TODAY, T.V.A. IS CHALLENGING AN INTERNATIONAL  
URANIUM CARTEL AND HELPING TO LEAD THE RESISTANCE TO  
EXPANDING OIL COMPANY DOMINATION OF ALL OF OUR ENERGY SOURCES.

THIS ADMINISTRATION IS WITH YOU IN ENCOURAGING MORE  
COMPETITION, AND LESS CONCENTRATION OF ECONOMIC POWER AMONG  
THE PRODUCERS OF PETROLEUM, COAL, AND URANIUM.

ENERGY PRICES MUST COVER ALL LEGITIMATE COSTS OF  
PRODUCTION INCLUDING ENVIRONMENTAL PROTECTION -- BUT NOT  
WASTE, AND NOT WINDFALL PROFITS AT THE CONSUMER'S EXPENSE.

T.V.A.'S MAIN JOB IS TO MEET THE NEEDS OF YOUR REGION,  
BUT IN DOING SO, YOU CAN HELP THE NATION BY DEMONSTRATING  
HOW A VARIETY OF PRODUCTION SOURCES AND CONSERVATION MEASURES  
CAN ADD TO OUR ENERGY SUPPLIES IN A SOCIALLY-ACCEPTABLE  
MANNER.

AFTER I TOOK OFFICE LAST YEAR, I SUGGESTED THAT  
T.V.A. SERVE AS A NATIONAL "PROVING GROUND" FOR SOME OF THE  
NEW APPROACHES TO ENERGY PROBLEMS BEING DEVELOPED IN OUR  
NATIONAL ENERGY PROGRAM.

CHAIRMAN WAGNER ACCEPTED THAT OFFER ENTHUSIASTICALLY.

DAVE FREEMAN WILL PROVIDE THE LEADERSHIP TO CONTINUE  
THAT EFFORT.

*SOUND- PREDICTABLE - LONG  
RANGE PROGRAMS = STABLE*

*--MANY OF T.V.A.'S ENERGY . . .*

MANY OF T.V.A.'s ENERGY DEMONSTRATION ACTIVITIES  
ARE STILL IN EARLY STAGES, BUT THEY ARE AN IMPRESSIVE  
BEGINNING -- IN HOME INSULATION, IN SOLAR HEATING, IN  
COMMUTER CAR POOLING, IN PRICING TO REDUCE PEAK-LOAD USE,  
IN ADVANCED POLLUTION CONTROL TECHNOLOGY AND IN SO MANY  
OTHER AREAS, T.V.A. IS SHOWING THE WAY.

EVERY AMERICAN CAN TAKE PRIDE IN WHAT YOU HAVE DONE.

WHEN THE LEGISLATION TO CREATE T.V.A. WAS SIGNED BY  
PRESIDENT ROOSEVELT, HE SAID THE NEW AGENCY SHOULD BE  
"CHARGED WITH THE BROADEST DUTY OF PLANNING FOR THE PROPER  
USE, CONSERVATION, AND DEVELOPMENT OF THE NATURAL RESOURCES"  
OF THE TENNESSEE VALLEY REGION.

I BELIEVE THAT IS STILL A CENTRAL PART OF T.V.A.'s  
EVEN BROADER ROLE TODAY.

WE STILL NEED MORE EFFECTIVE PLANNING FOR THIS  
COUNTRY'S FUTURE COURSE, AND I CANNOT IMAGINE A JOB  
BETTER SUITED TO THE ORIGINS AND TRADITIONS OF THE  
TENNESSEE VALLEY AUTHORITY.

T.V.A. HAS HARNESSED THE TENNESSEE RIVER FOR THE  
BENEFIT OF THE PEOPLE.

AND IT HAS BUILT AN ENERGY SYSTEM THAT IS THE FINEST  
IN THE NATION.

YOUR PEOPLE HAVE PROSPERED.

NOW, AS YOU MOVE PAST THE NATIONAL AVERAGE IN  
MATERIAL WEALTH AND EMPLOYMENT, I WANT TO LEAVE YOU WITH  
AN EVEN GREATER CHALLENGE.

--You CAN PROVIDE AN ALTERNATIVE . . .

YOU CAN PROVIDE AN ALTERNATIVE TO THE CONGESTED,  
POLLUTED, UNSTABILIZED SUPER-CITIES OF TOMORROW.

YOUR PLANNED INDUSTRIAL GROWTH CAN HELP DISPERSE  
POPULATION, CREATING NEW OPPORTUNITIES OUTSIDE THE MAJOR  
METROPOLITAN CENTERS.

THE PEOPLE WHO FILL YOUR NEW JOBS CAN STILL HAVE ACCESS  
TO OPEN SPACE, TO GREEN FIELDS AND FORESTS AND LAKES AND  
STREAMS.

AND SO YOU HAVE THE OPPORTUNITY TO CREATE LIVING AND  
WORKING ARRANGEMENTS THAT CAN BE A MODEL FOR THE REST OF  
OUR COUNTRY.

THE PEOPLE OF THE TENNESSEE VALLEY HAVE A CHANCE  
TO DEMONSTRATE THAT FULL EMPLOYMENT CAN BE ACHIEVED WITHOUT  
DESTROYING THE LAND OR POLLUTING THE AIR.

IF THE TENNESSEE VALLEY CAN DEMONSTRATE A COMBINATION  
OF BIG SALARIES AND THE CLEAN, FRIENDLY ATMOSPHERE OF  
SOUTHERN COMMUNITY LIVING IN THE YEARS AHEAD, YOU WILL BE  
AN EXAMPLE TO ALL AMERICANS.

YOU ARE ALREADY WELL ON THE ROAD TO SUCH SUCCESS.

IF PRESIDENT ROOSEVELT, SENATOR GEORGE NORRIS,  
AND THE OTHER FAR-SIGHTED LEADERS WHO WORKED TO ESTABLISH  
T.V.A. COULD BE HERE AGAIN TO SEE ITS CURRENT SUCCESS,  
THEY WOULD BE AS PLEASED AS I AM WITH THE NEW PROGRAMS  
T.V.A. IS UNDERTAKING IN THE NATIONAL INTEREST.

AS WAS THE CASE 45 YEARS AGO, YOU FACE GREAT  
OPPORTUNITIES FOR SUSTAINED AND BENEFICIAL GROWTH,....  
DESIGNED TO CONSERVE AND NOT TO WASTE,....DESTINED TO LIFT  
THE ECONOMIC PROSPERITY AND THE HUMAN SPIRIT OF THOSE YOU  
SERVE.

ON BEHALF OF THE PEOPLE OF THE UNITED STATES,  
I THANK YOU.

In 1933, after 16 years of debate, the Congress created the Tennessee Valley Authority. At that time in this region and throughout the South, there existed a depression of our economy and of our spirit. Our income was low, ~~our~~ extremely low, our soil was eroding rapidly, our forests were being excessively exploited, rich mineral resources were lying buried and undeveloped, and our <sup>use of</sup> energy resources ~~where~~ was still in a <sup>relatively</sup> primitive stage.

TVA began to change all of that. Dams were built to control floods and to generate badly needed electricity. Forests were replanted, <sup>Conservation was encouraged,</sup> soil erosion was <sup>controlled</sup> ~~stopped~~, and good and cheap soil fertilizers were developed.

and distributed. Farmers and manufacturers were encouraged to use the rich natural resources of the Tennessee Valley, and to use them wisely.

The TVA program was sound and innovative and set a fine <sup>pattern for change which</sup> ~~example~~ <sup>has benefited</sup> for the ~~rest of~~ <sup>whole</sup> the nation.

Griffin Smith  
5/19/78

REMARKS TO TVA EMPLOYEES

When Franklin Roosevelt came to watch the excavations for one of the great dams that harness your river. he saw the immense potential of the TVA. He said:

"I am proud of what I had to do with the idea of this and I am a lot prouder of what you people are doing to carry out that idea.

"In the years to come all of you good people and all of the good people of this valley will be known as veterans of a war to improve living conditions of millions of American citizens.

"God speed the work. You are going to it with a good spirit."

I wish he could see the magnificent things you have done since then. He would be proud.

I am very pleased to ~~follow in his footsteps and~~  
meet with you today, because I <sup>have long admired the work</sup> ~~am a lifelong admirer~~ of  
the Tennessee Valley Authority. TVA <sup>has</sup> ~~changed~~ the lives  
of millions of southerners. Those of us who grew up  
on farms in the rural South saw first-hand the dramatic  
improvements in life that came when electricity replaced  
kerosene lanterns and a <sup>lot</sup> ~~good~~ bit of back-breaking work, <sup>which</sup>  
bound our lives almost exclusively to duties within our  
TVA pioneered in creating <sup>own home or a small farm.</sup> ~~these~~ rural cooperatives that  
brought the benefits of electricity to farms all over  
the nation, <sup>and gave us a new freedom and new</sup> ~~And TVA's work in agricultural and industrial~~  
<sup>interests in a broader and better world.</sup> ~~development set the pattern for changes that have~~  
<sup>nation</sup> ~~benefitted the whole Southeast.~~

I've come because I want to acknowledge the fine work  
TVA has done ~~for this region and for the nation~~ . . .  
to pledge you my support . . . and to ask for your help  
in the expanded role I see for TVA in the years ahead.

The TVA has a unique requirement that members of the Agency's Board of Directors be people who believe in the basic purposes for which TVA was established. Through the years TVA has been led by outstanding people who have measured up to that standard well. Chairman Wagner's illustrious 44-year career personifies TVA's success story.

I am determined to appoint people <sup>to the Board</sup> who will continue strong leadership for TVA. I know that Dave Freeman, as a native of the Valley, shares this dedication. <sup>He</sup> ~~Dave~~ cut his teeth as an engineer at TVA, <sup>he</sup> ~~he~~ came back here again as a lawyer, and his thinking has been in the forefront of raising our national consciousness about how to use <sup>and well.</sup> energy wisely. He is going to make an outstanding Chairman.

~~I recognize that some people perhaps expected me to~~  
~~name two other TVA Board members today. My staff is~~ <sup>we have been</sup>  
~~engaged in the most thorough interviewing we've ever~~  
~~done for prospective appointments to this Board, and I~~

*soon*  
I will send up the names *of other board members* as soon as I've decided who the  
*to the Congress for Confirmation.*  
~~best people are for these jobs.~~

TVA has a long history of carrying out difficult assignments. We in this country are now facing problems *production and conservation,*  
~~in the fields~~ of energy, *the proper use of* food, and natural resources  
which TVA is uniquely suited to help solve. *In* fact, if  
the U.S. Government didn't already have a TVA, I would *ok*  
be fighting to create one as part of my energy program. *T*

TVA has that rare combination of skills needed to perfect new energy systems. Its power people can work shoulder to shoulder with its experts in biology, community development, pollution control, land-use, and other fields necessary to carry out energy demonstrations that will *again* <sup>set</sup> standards of excellence for the nation.

You are building nuclear power plants as safely and economically as is humanly possible and setting a good example for the nation by *minimizing* ~~assisting the nearby communities~~  
~~in overcoming~~ any adverse impacts from the construction.

You are demonstrating that a government agency can operate efficiently and cost-effectively. In almost every phase of electric service, your operating costs for electric power ~~have~~ compare favorably with the average costs of private power companies nationwide. As a result, Tennessee still has the lowest home electric rates of any state east of the Rocky Mountains.

I know it is frustrating to see costs increase in spite of your best efforts. I applaud the hard line the TVA Board has recently taken to hold down rate increases, when they reduced <sup>a</sup> ~~their staff's~~ recommended rate increase by nearly one-third. But I expect the TVA, and all Americans, to do more. Inflation is the nation's number one economic problem, and while I realize that TVA must pay its increasing bills for fuel, labor, and materials, that is all the more reason to redouble your efforts to combat inflation.

Twenty years ago, TVA helped <sup>to</sup> expose a price-fixing conspiracy in order to maintain competition in the electrical equipment field. Today TVA is <sup>challenging an</sup> attacking the international uranium cartel and helping to lead the resistance to expanding oil company domination of all of our energy sources. This Administration is with you in encouraging more competition, and less concentration of economic power among the producers of petroleum, coal, and uranium. Energy prices must cover all legitimate costs of production including environmental protection -- but not waste, and not windfall profits at the consumer's expense.

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Mr. President:

This paragraph reflects the thinking of Dave Freeman, but he feels it does conflict in part with Secretary Schlesinger's views. He wanted to call your attention to it.

TVA's main job is to meet the needs of your region, but in doing so, you can help the nation by demonstrating how a variety of ~~energy~~<sup>production</sup> sources and conservation measures can add to our <sup>energy</sup> supplies in a socially acceptable manner.

After I took office last year, I suggested that TVA serve as a national "proving ground" for some of the new approaches to energy problems being developed in our National Energy Program. Chairman Wagner accepted that offer enthusiastically. Dave Freeman will provide the leadership to continue that effort.

Many of TVA's energy demonstration activities are still in early stages, but they are an impressive beginning -- in home insulation, in solar heating, in <sup>in pricing to reduce peak load use,</sup> commuter car pooling, in advanced pollution control technology and in so many other areas, TVA is showing the way. Every American can take pride in what you have done.

When the legislation to create <sup>Signed</sup> TVA was submitted 78  
~~to Congress 45 years ago~~ by President Roosevelt, he said  
the new agency should be "charged with the broadest  
duty of planning for the proper use, conservation, and  
development of the natural resources" of the Tennessee  
Valley region. I believe that is still a central part  
of TVA's <sup>even broader</sup> role today. We still need more effective  
planning for this country's future course, and I cannot  
imagine a job better suited to the origins and traditions  
of the Tennessee Valley Authority.

TVA has harnessed the Tennessee River for the  
benefit of the people. And it has built an energy system  
that is the finest in the nation. Your people have  
prospered.

Now, as you move past the national average in  
material wealth and employment, I want to leave you with  
an even greater challenge.

You can <sup>provide</sup> be an alternative to the congested,  
polluted, unstabilized super-cities of tomorrow. Your  
planned industrial growth can <sup>help</sup> disperse population,  
creating new opportunities outside the major metro-  
politan centers. The people who fill your new jobs can  
still have access to open space, to green fields and  
forests and lakes and streams. And so you have the  
opportunity to create living and working arrangements  
that can be a model for the rest of our country.

The people of the Tennessee Valley have a chance  
to demonstrate that full employment can be achieved  
without destroying the land or polluting the air. If  
the Tennessee Valley can demonstrate a combination of big  
city salaries and the clean, friendly atmosphere of ~~small-~~  
*Southern Community*  
~~town~~ living in the years ahead, you will be an example to  
all Americans. You are already well on the road to  
such success.

If President Roosevelt, Senator George Norris,  
and the other far-sighted leaders who worked to establish

TVA could be here again to see its current success, they

<sup>as</sup> <sup>as I am with</sup>  
would be pleased <sup>at</sup> the new programs TVA is under-

taking ~~today~~ in the national interest. ~~I know that I~~

*As was the case 45 years ago you face*

~~am. You in this audience today are "do-ers" as well as~~

*Great opportunities for sustained and beneficial*  
~~dreamers. I challenge you to keep dreaming. And to~~

*growth - designed to conserve and not*  
~~keep doing. I'm confident you won't let me down in that~~

*to waste - destined to lift the economic*  
~~regard, and you won't let the people of the Valley or~~

*prosperity and the human spirit of*  
~~the country down. You have my support each step of the~~

*those you serve.*  
~~way.~~

*On behalf of the people of the*  
*United States, I thank you.*

# # #

DISARMAMENT is the KEY to PEACE AND SURVIVAL  
Mr. President:

I urge that you instruct the U.S. delegation (MAY/JUNE) to the U.N. Special Session on Disarmament to take the initiative by announcing that we will freeze production and deployment of all new nuclear weapons and delivery systems; that we not deploy Neutron bombs; and are prepared to work for a World Disarmament Conference.

Name: Inez Jackson

Address: 16723-32nd Place NE  
Seattle, WA. 98185

President Jimmy Carter  
The White House  
1600 Pennsylvania Avenue  
Washington D.C. 20500

De-escalate! Dismantle! Disarm!

THE WHITE HOUSE  
WASHINGTON

C

May 23, 1978

MEMORANDUM FOR:

THE PRESIDENT

FROM:

Margaret Costanza *MC*

SUBJECT:

Presentation of "Disarmament  
is the Key to Peace and  
Security" Petitions from the  
Women Strike for Peace.

This afternoon I met with representatives of the national leadership of the Women Strike for Peace for the purpose of receiving from them more than 5,000 "Keys for Peace", a sample of which I have enclosed.

They also presented to me the ~~attached~~ letter -directed to you- in which they urge the Administration to sustain its adoption of a commitment to reducing arms sales and the development and deployment of nuclear weapons.

Oak Ridge - May 22-78  
Rob't Hart

NEP - resources - savings - alternate  
Health - pollution - LR radiation  
Future - Fluidized bed Coal Combustion  
Gas cooled reactor  
Breeder technology  
Enriched  $U_2$  production  
Magnetic Fusion  
Advanced physics  
Nuclear licensing  
Waste disposal  
Public education  
INFCE study

ROOM LIST

May 21, 1978

Best Western:

Clough, Susan	122
Granum, Rex	204
Lukash, Dr.	114
MacBean, Madeline	202
Mitchell, Liz	208
Voorde, Fran	120

Pick up keys in Room 102.

"8" Inn:

Free, Jim	110
Oldenberg, Herb	119
Schumacher, Karl	114

Pick up keys at front desk.

Oak Ridge National Laboratory 5/22/78  
(roundtable discussion)



ORNL

PRESIDENT CARTER'S VISIT

Dr Postma - Director

US Science/Tech preeminent

Bob Honea - geographer

Dr Rice - Econ/Energy in South

Dr Berry - Fusion

Dr Russell - effects of Chem  
& rad on future generations

Pete Lotts - Particulate fuel res

Dr McLoughlin

4 micron corp

Future of ORNL - best use

OAK RIDGE NATIONAL LABORATORY

Operated for the U.S. Department of Energy by Union Carbide Corporation, Nuclear Division